

Partners in Education Tax Credit Program Contribution for Tax Credit Process

SGO contacts Division to verify availability of tax credit SGO must provide pending contributor (insurance company) name, NAIC #, and proposed contribution amount YES Is tax credit available? NO Yes, tax credit for full contribution amount is available No, tax credit is not available; contribution Division will provide SGO with conditional authorization and tax from the Company, if credit tracking number reserving tax credit for limited time to accepted at this time, is allow SGO and Company to complete pending transaction not approved for tax credit Is Company contributing Division will advise SGO entire amount YES that any tax credit claim NO authorized? made by Company for pending contribution will be denied SGO can accept SGO can accept the contribution from the Company's contribution of Company in the amount a lesser amount than authorized by the Division authorized by Division and and issue Contribution issue Contribution Receipt SGO may request Receipt to Company.* to Company.* new authorization Any contribution greater Authorization for for unused than the amount remaining credit is nullified contribution authorized is not eligible for the tracking number amount when for tax credit unless issued. notifying Division additional authorization is of completed SGO must notify the Division received from the transaction. of the lesser contribution than Division. originally authorized. A copy of the completed A copy of the completed contribution receipt must be contribution receipt must submitted to the Division to be submitted to the Division finalize the tax credit to finalize the tax credit

Company must file contribution receipt with the annual premium tax return to claim a tax credit

References:

SGO = Scholarship Granting Organization Division = South Dakota Division of Insurance Company = Insurance Company seeking tax credit